

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION OF THE)	
APPLICATION OF THE FUEL)	
ADJUSTMENT CLAUSE OF INTER-)	CASE NO.
COUNTY ENERGY COOPERATIVE)	2010-00503
CORPORATION FROM NOVEMBER 1,)	
2008 THROUGH OCTOBER 31, 2010)	

O R D E R

Pursuant to 807 KAR 5:056, the Commission, on January 26, 2011, established this case to review and evaluate the application of the Fuel Adjustment Clause ("FAC") of Inter-County Energy Cooperative Corporation ("Inter-County") for the two-year period from November 1, 2008 through October 31, 2010.

As part of this review, the Commission ordered Inter-County to submit certain information and an affidavit attesting to its adherence to 807 KAR 5:056. The Commission further ordered that a public hearing be held in this case but cancelled it when, after publication of notice, no interested person advised the Commission of his or her intent to attend.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that:

1. During the period under review, Inter-County has complied in all material respects with the provisions of 807 KAR 5:056.

2. East Kentucky Power Cooperative, Inc. ("East Kentucky"), the wholesale supplier of Inter-County, has been authorized to transfer (roll-in) to its base energy rates

a negative 6.39 mills per kWh of fuel costs that were being credited to customers through its FAC.¹

3. Inter-County should be authorized to transfer (roll-in) to its base energy rates a negative 6.82 mills per kWh to reflect, as adjusted for line loss, the transfer (roll-in) by East Kentucky of a negative 6.39 mills per kWh of fuel costs to East Kentucky's base energy rates that were being credited to customers through its FAC.

4. The rates and charges in the Appendix to this Order are fair, just, and reasonable, and reflect the reduction of fuel costs included in its base energy rates.

IT IS THEREFORE ORDERED that:

1. The charges and credits applied by Inter-County through the FAC for the period from November 1, 2008 through October 31, 2010 are approved.

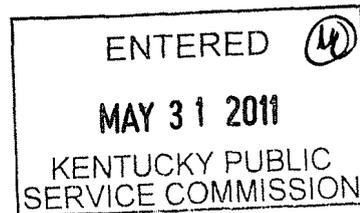
2. Inter-County shall deduct 6.82 mills per kWh from its base energy rates (as adjusted for line loss) to reflect the transfer (roll-in) of a negative 6.39 mills per kWh of fuel costs by East Kentucky to its base energy rates as approved in Case No. 2010-00491.

3. The rates in the Appendix to this Order are approved for service rendered by Inter-County on and after June 1, 2011, the effective date of East Kentucky's change in rates.

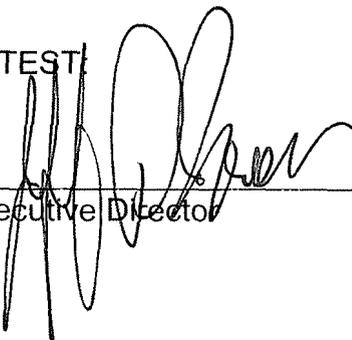
¹ Case No. 2010-00491, An Examination of the Application of the Fuel Adjustment Clause of East Kentucky Power Cooperative, Inc. from November 1, 2008 through October 31, 2010 (Ky. PSC May 31, 2011).

4. Within 20 days of the date of this Order, Inter-County shall file revised tariff sheets with the Commission setting out the rates approved herein and reflecting that they were approved by this Order.

By the Commission



ATTEST:



Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2010-00503 DATED

MAY 31 2011

The following rates and charges are prescribed for the customers in the area served by Inter-County Energy Cooperative Corporation. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

SCHEDULE 1
FARM AND HOME

All kWh per kWh \$.09421

SCHEDULE 1-A
FARM AND HOME MARKETING RATE (ETS)

All kWh per kWh \$.05653

SCHEDULE 2
SMALL COMMERCIAL AND SMALL POWER

All kWh per kWh \$.08938

SCHEDULE 4
LARGE POWER SERVICE

All kWh per kWh \$.07534

SCHEDULE 5
ALL ELECTRIC SCHOOL

All kWh per kWh \$.07793

SCHEDULE 6
OUTDOOR LIGHTING SERVICE-SECURITY LIGHT

Flat rate per light per month as follows:

7,000 Lumen Lamp	\$ 10.96
9,500 Lumen Security	\$ 10.56
4,000 Lumen Dec. Col.	\$ 13.03
9,550 Lumen Dec Col	\$ 16.94
27,500 Lumen Dir. Fl.	\$ 14.51
50,000 Lumen Dir. Fl.	\$ 20.71

27,500 Lumen Cobra	\$ 13.57
107,800 Lumen Dir. Fl.	\$ 38.83

SCHEDULE IND B1
LARGE INDUSTRIAL RATE

Energy Charge per kWh	\$.05196
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SCHEDULE IND B2
LARGE INDUSTRIAL RATE

Energy Charge per kWh	\$.04569
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SCHEDULE IND B3
LARGE INDUSTRIAL RATE

Energy Charge per kWh	\$.04455
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SCHEDULE IND C1
LARGE INDUSTRIAL RATE

Energy Charge per kWh	\$.05171
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SCHEDULE IND C2
LARGE INDUSTRIAL RATE

Energy Charge per kWh	\$.04606
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SCHEDULE IND C3
LARGE INDUSTRIAL RATE

Energy Charge per kWh	\$.04493
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